

**MEETING NUMBER 3144**

JOURNAL OF PROCEEDINGS  
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM  
OF THE CITY OF DETROIT  
**HELD THURSDAY, MAY 18, 2017**  
9:00 A.M.

IN THE CONFERENCE ROOM OF THE RETIREMENT SYSTEMS  
500 WOODWARD AVENUE, SUITE 3000, DETROIT, MICHIGAN 48226

TRUSTEES PRESENT

|                    |  |
|--------------------|--|
| MARK DIAZ          | ELECTED TRUSTEE/POLICE   |
| MATTHEW GNATEK     | ELECTED TRUSTEE/POLICE   |
| ANGELA R. JAMES    | EX/OFFICIO RETIRANT TRUSTEE/POLICE/HONORABLE MAYOR'S DESIGNEE  |
| CHRISTA MCLELLAN   | EX/OFFICIO TRUSTEE/TREASURER   |
| MEGAN S. MOSLIMANI | EX/OFFICIO TRUSTEE/CORPORATION COUNSEL'S ALTERNATE   |
| JOHN NAGLICK       | EX/OFFICIO TRUSTEE/FINANCE DIRECTOR  |
| SEAN P. NEARY      | ELECTED TRUSTEE/FIRE   |
| JEFFREY PEGG       | ELECTED TRUSTEE/FIRE   |
| PORTIA ROBERSON    | EX/OFFICIO TRUSTEE/HONORABLE MAYOR'S ALTERNATE/CHAIRPERSON   |
| JOHN SERDA         | ELECTED TRUSTEE/POLICE/VICE CHAIRPERSON  |
| TRACY THOMAS       | ELECTED TRUSTEE/FIRE   |
| GREGORY TROZAK     | ELECTED RETIRANT TRUSTEE/POLICE  |
| JOHN G. TUCKER     | ELECTED RETIRANT TRUSTEE/FIRE  |
| STEVEN WATSON      | EX/OFFICIO TRUSTEE/DIRECTOR OF SPECIAL PROJECTS-OFFICE OF CHIEF FINANCIAL OFFICER/BUDGET DIRECTOR'S DESIGNEE |

TRUSTEES EXCUSED

|              |   |
|--------------|---|
| BRENDA JONES | EX/OFFICIO TRUSTEE/HONORABLE CITY COUNCIL PRESIDENT |
|--------------|---|

TRUSTEES ABSENT

NONE

STAFF PRESENT

|                   |                                    |
|-------------------|------------------------------------|
| CYNTHIA A. THOMAS | EXECUTIVE DIRECTOR                 |
| DAVID CETLINSKI   | ASSISTANT EXECUTIVE DIRECTOR       |
| RYAN C. BIGELOW   | CHIEF INVESTMENT OFFICER           |
| MICHAEL KRUSHENA  | INVESTMENT OFFICER                 |
| SEAN GALLAGHER    | SPECIAL LEGAL COUNSEL (CLARK HILL) |
| JANET S. LENEAR   | RECORDING SECRETARY                |

STAFF EXCUSED

|                |                 |
|----------------|-----------------|
| RONALD A. KING | GENERAL COUNSEL |
|----------------|-----------------|

STAFF ABSENT

NONE

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT  
MEETING NUMBER 3144 – THURSDAY – MAY 18, 2017

2

CHAIRPERSON

**PORTIA ROBERSON**

VICE CHAIRPERSON

**JOHN SERDA**

FOLLOWING A VERBAL ROLL CALL, CHAIRPERSON **ROBERSON** CALLED THE MEETING TO ORDER AT **9:01 A.M.**

MAY 18, 2017 AGENDA APPROVAL

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE TUCKER

**RESOLVED**, THAT TODAY'S MAY 18, 2017 AGENDA BE APPROVED AS PREPARED AND PRESENTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, SERDA, TROZAK, TUCKER, WATSON AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

HYBRID APPLICATIONS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

**RESOLVED**, THAT THE **HYBRID APPLICATIONS** WHICH ARE DESIGNATED BELOW BE APPROVED:

HYBRID APPLICATIONS

NAME-TITLE-DEPARTMENT: LARRY N. CAMPBELL – SERGEANT - POLICE  
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN  
SERVICE CREDIT-EFFECTIVE DATE: 02 09 00 – 04 10 17

NAME-TITLE-DEPARTMENT: CHARLES CLARK – LIEUTENANT - POLICE  
RETIREMENT TYPE-PLAN: HYBRID DROP – 2014 PLAN  
SERVICE CREDIT-EFFECTIVE DATE: 02 10 00 – 04 25 17

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT  
MEETING NUMBER 3144 – THURSDAY – MAY 18, 2017

3

HYBRID APPLICATIONS - CONTINUED

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, SERDA, TROZAK, TUCKER,  
WATSON AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

DROP APPLICATIONS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

**RESOLVED**, THAT THE **DROP APPLICATIONS** WHICH ARE OUTLINED BELOW BE APPROVED:

DROP APPLICATIONS

NAME-TITLE-DEPARTMENT: LARRY N. CAMPBELL – SERGEANT - POLICE  
RETIREMENT TYPE-PLAN: DROP - NEW  
SERVICE CREDIT-EFFECTIVE DATE: 20 03 10 – 04 10 17

NAME-TITLE-DEPARTMENT: CHARLES CLARK – LIEUTENANT - POLICE  
RETIREMENT TYPE-PLAN: DROP - NEW  
SERVICE CREDIT-EFFECTIVE DATE: 20 05 27 – 04 25 17

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, SERDA, TROZAK, TUCKER,  
WATSON AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

RETIREMENT APPLICATIONS

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE GNATEK

**RESOLVED**, THAT THE **RETIREMENT APPLICATIONS** WHICH ARE REFERENCED BELOW BE APPROVED:

RETIREMENT APPLICATIONS

NAME-TITLE-DEPARTMENT: LARRY WILLIAMS – OFFICER - POLICE  
RETIREMENT TYPE-PLAN: SERVICE - NEW  
SERVICE CREDIT-EFFECTIVE DATE: 17 06 29 – 04 01 17

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT  
MEETING NUMBER 3144 – THURSDAY – MAY 18, 2017

4

RETIREMENT APPLICATIONS - CONTINUED

RETIREMENT APPLICATIONS - CONTINUED

NAME-TITLE-DEPARTMENT: ARNOLD ALLEN – FIRE CMNTY REL OF-LT - FIRE

RETIREMENT TYPE-PLAN: CONVERSION FROM DUTY - NEW

SERVICE CREDIT-EFFECTIVE DATE: 21 01 10 – 08 12 04

NAME-TITLE-DEPARTMENT: RONALD RUPERT – OFFICER – POLICE

RETIREMENT TYPE-PLAN: CONVERSION FROM DUTY - NEW

SERVICE CREDIT-EFFECTIVE DATE: 25 00 00 – 03 10 96

NAME-TITLE-DEPARTMENT: LYNNDEREK LEONARD – SERGEANT - POLICE

RETIREMENT TYPE-PLAN: CONVERSION FROM DUTY - NEW

SERVICE CREDIT-EFFECTIVE DATE: 25 00 00 – 05 17 03

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, SERDA, TROZAK, TUCKER,  
WATSON AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

RECEIPTS

THE BOARD ACKNOWLEDGED THE FOLLOWING **RECEIPTS**:

| The Police & Fire Retirement System of the City of Detroit |           |  |                  |
|--|-----------|--|------------------|
| Receipts for Acknowledgement                               |           |  |                  |
| 5/1/17-5/12/17   |           |  |                  |
| Meeting #3144  |           |  |                  |
| May 18, 2017   |           |  |                  |
| REMITTER   | WIRE DATE | DESCRIPTION                            | AMOUNT           |
| Rhumline RUSS 1000   | 05/02/17  | Distribution                           | 50,000,000.00    |
| Hamilton Lane  | 05/05/17  | Distribution                           | 218,750.00       |
| LA Capital Global Equity                                   | 05/08/17  | Distribution                           | 12,000,000.00    |
| Tailwind Capital Partners                                  | 05/11/17  | Distribution                           | 135,538.00       |
| FIRST INDEPENDENCE BANK                                    | 05/04/17  | Loan Deductions                        | 131,036.96       |
| FIRST INDEPENDENCE BANK                                    | 05/12/17  | Loan Deductions                        | 48,941.66        |
| CITY OF DETROIT  | 05/05/17  | Weekly Mandatory Employee Contribution | 80,644.48        |
| CITY OF DETROIT  | 05/05/17  | Weekly Annuity Contribution            | 404.72           |
| CITY OF DETROIT  | 05/12/17  | Weekly Mandatory Employee Contribution | 246,458.97       |
| CITY OF DETROIT  | 05/12/17  | Weekly Annuity Contribution            | 2,537.20         |
|  |           | TOTAL RECEIPTS                         | \$ 62,864,311.99 |

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT  
MEETING NUMBER 3144 – THURSDAY – MAY 18, 2017

5

DISBURSEMENTS

BY TRUSTEE TROZAK – SUPPORTED BY TRUSTEE GNATEK

**RESOLVED**, THAT THE **DISBURSEMENTS** WHICH FOLLOW BE APPROVED:

**DISBURSEMENTS**

| The Police & Fire Retirement System of the City of Detroit |  |   |               |
|--|--|---|---------------|
| Disbursements for Approval                                 |  |   |               |
| 5/17/2017  |  |   |               |
| Meeting #3144  |  |   |               |
| May 18, 2017   |  |   |               |
| PAYEE NAME   |  | DESCRIPTION   | AMOUNT        |
|  |  |   |               |
| <b>DISBURSEMENTS</b>                                       |  |   |               |
| Annuity Refunds  |  | Refund List #303                                      | 103,676.84    |
| Checkwrite   |  | Capital Calls, Legal, Administrative & Misc. Expenses | 0.00          |
| Loan Program   |  | Loan Funding: Meeting No. 3143                        | 19,703.00     |
|  |  | <b>TOTAL DISBURSEMENTS</b>                            | \$ 203,379.84 |

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT  
MEETING NUMBER 3144 – THURSDAY – MAY 18, 2017

6

DISBURSEMENTS – CONTINUED

**DISBURSEMENTS - CONTINUED**

**Police & Fire Retirement System**

Company: RSCD-PFRS

User: awtt

Branch: LEGACY

Meeting Date: 5/18/17

Account Payment Method

F ACCT PAY Wires

| Type                               | Vendor Ref. | Vendor Name                         | Bill Description                           | Due Date    | Balance      | To Pay       |
|------------------------------------|-------------|-------------------------------------|--|-------------|--------------|--------------|
| WIRE                               |             | DRA Growth and Income Fund IX       | Drawdown Request                           | 5/20/2017   | 3,193,139.00 | 3,193,139.00 |
| WIRE                               |             | Hamilton Lane                       | Capital Call                               | 5/22/2017   | 2,788,883.00 | 2,788,883.00 |
| WIRE                               |             | IT Staff Wages                      | IT Staff Wages for April 2017              | 5/1/2017    | 37,176.06    | 37,176.06    |
| WIRE                               |             | IT Staff Wages                      | IT Staff Wages for M. Powning for May 2017 | 6/1/2017    | 1,338.04     | 1,338.04     |
| WIRE                               |             | Platinum Equity Capital Partners IV | Capital Call #6                            | 5/25/2017   | 477,877.00   | 477,877.00   |
| WIRE                               |             | Staff Wages                         | Staff Wages for 4/24/17-5/7/17             | 5/7/2017    | 8,959.91     | 8,959.91     |
| Cash Account/Payment Method Total: |             |                                     |  | 6 Documents | 6,507,973.01 |              |

F ACCT PAY Check Payment

| Type | Vendor Ref.  | Vendor Name                  | Bill Description                              | Due Date  | Balance   | To Pay    |
|------|--------------|------------------------------|---|-----------|-----------|-----------|
| BILL | BA171Q2314   | BAIRD ADVISORS               | Management Fees - 1st Qtr '17                 | 5/20/2017 | 49,825.99 | 49,825.99 |
| BILL | 608033       | Bodman PLC                   | Pension Administration System Contract Review | 6/15/2017 | 580.00    | 580.00    |
| BILL | M00037867    | Crain Communications, Inc    | PIO Classified Advertising                    | 5/31/2017 | 474.50    | 474.50    |
| BILL | 5-790-23892  | FEDEX                        | FedEx Mailings                                | 6/2/2017  | 45.39     | 45.39     |
| BILL | 480976       | First CHOICE Coffee Services | Equipment Rental                              | 5/28/2017 | 8.63      | 8.63      |
| BILL | 480256       | First CHOICE Coffee Services | First Choice Coffee Supplies                  | 6/7/2017  | 148.98    | 148.98    |
| BILL | 0144007-IN   | GRAPHIC SCIENCES, INC        | Document Prep Services                        | 5/28/2017 | 2,962.76  | 2,962.76  |
| BILL | 0144004-IN   | GRAPHIC SCIENCES, INC        | Document Prep Services                        | 5/28/2017 | 1,961.67  | 1,961.67  |
| BILL | 0144006-IN   | GRAPHIC SCIENCES, INC        | Document Prep Services                        | 5/28/2017 | 2,612.14  | 2,612.14  |
| BILL | 0144005-IN   | GRAPHIC SCIENCES, INC        | Document Prep Services                        | 5/28/2017 | 322.15    | 322.15    |
| BILL | NUM1151      | IRON MOUNTAIN                | Records Storage                               | 5/30/2017 | 1,141.03  | 1,141.03  |
| BILL | 040517       | I.L. Parrish                 | Military Service Credit - I. Parrish          | 6/16/2017 | 1,562.96  | 1,562.96  |
| BILL | 8203         | KELLEY CAWTHORNE             | Lobbyist Services - April 2017                | 5/31/2017 | 7,500.00  | 7,500.00  |
| BILL | 2852         | NASRA                        | Job Posting                                   | 5/7/2017  | 250.00    | 250.00    |
| BILL | 919965125001 | OFFICE DEPOT                 | Office Supplies                               | 5/14/2017 | 25.39     | 25.39     |
| BILL | 919965124001 | OFFICE DEPOT                 | Office Supplies                               | 5/14/2017 | 47.04     | 47.04     |
| BILL | 919965123001 | OFFICE DEPOT                 | Office Supplies                               | 5/14/2017 | 59.99     | 59.99     |
| BILL | 5907111      | QUILL CORPORATION            | Office Supplies                               | 5/11/2017 | 17.99     | 17.99     |
| BILL | 5863465      | QUILL CORPORATION            | Office Supplies                               | 5/10/2017 | 63.57     | 63.57     |

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT  
MEETING NUMBER 3144 – THURSDAY – MAY 18, 2017

7

DISBURSEMENTS – CONTINUED

**DISBURSEMENTS - CONTINUED**

|                                    |            |  |  |              |           |          |
|------------------------------------|------------|--|--|--------------|-----------|----------|
| BILL                               | 5837948    | QUILL CORPORATION                      | Office Supplies                          | 5/7/2017     | 403.62    | 403.62   |
| BILL                               | 6346356    | QUILL CORPORATION                      | Office Supplies                          | 5/27/2017    | 187.81    | 187.81   |
| BILL                               | 6356393    | QUILL CORPORATION                      | Office Supplies                          | 5/27/2017    | 48.95     | 48.95    |
| BILL                               | 6373928    | QUILL CORPORATION                      | Office Supplies                          | 5/10/2017    | 36.87     | 36.87    |
| BILL                               | 6376259    | QUILL CORPORATION                      | Office Supplies                          | 5/28/2017    | 2.50      | 2.50     |
| BILL                               | 050517     | REGINALD E. ONEAL                      | Medical Billing: 1/9/17, 3/22/17-4/24/17 | 6/4/2017     | 880.00    | 880.00   |
| BILL                               | 5048307281 | RICOH                                  | Printer Maintenance                      | 5/31/2017    | 294.20    | 294.20   |
| BILL                               | 042017     | SEAN NEARY                             | Trustee Parking                          | 5/20/2017    | 20.00     | 20.00    |
| BILL                               | 8122203164 | SHRED-IT USA                           | Shredding Service Charges                | 5/22/2017    | 49.72     | 49.72    |
| BILL                               | 050117     | THE HARTFORD                           | Policy Renewal - Business Owners         | 5/31/2017    | 1,902.00  | 1,902.00 |
| BILL                               | 9785127225 | VERIZON WIRELESS                       | Wireless Service Charges: 4/5/17-5/4/17  | 6/3/2017     | 785.16    | 785.16   |
| BILL                               | 98701615   | WELLS FARGO VENDOR FINANCIAL SVC8, LLC | RICOH Color Copier Lease                 | 5/30/2017    | 129.11    | 129.11   |
| Cash Account/Payment Method Total: |            |  |  | 31 Documents | 74,350.12 |          |

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NEARY, SERDA, TROZAK, TUCKER,  
WATSON AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

EXECUTIVE DIRECTOR **CYNTHIA A. THOMAS** ENTERED THE MEETING AT 9:07 A.M.; AND TRUSTEE **JOHN NAGLICK** ENTERED AT 9:09 A.M.

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE GNATEK

**RESOLVED**, THAT THE CONTRIBUTIONS TO THE **ANNUITY SAVINGS FUND** BY MEMBERS OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT, INCLUDING INTEREST, BE REFUNDED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

LIST NUMBER 3683 - \$218,030.57

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT  
MEETING NUMBER 3144 – THURSDAY – MAY 18, 2017

8

REFUNDS OF ACCUMULATED CONTRIBUTIONS - CONTINUED

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NAGLICK, NEARY, SERDA, TROZAK,  
TUCKER, WATSON AND CHAIRPERSON ROBERSON – 10

NAYS – NONE

1974 DEFINED CONTRIBUTION PLAN (EMPLOYEE LOAN PROGRAM)

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

**RESOLVED**, THAT THE **1974 DEFINED CONTRIBUTION PLAN LOAN REQUEST LISTS** SUBMITTED THIS DATE BE APPROVED AND THE REQUESTED AMOUNTS BE DISBURSED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

LIST #1 – \$19,703.00

LIST #2 – \$56,206.00

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NAGLICK, NEARY, SERDA, TROZAK,  
TUCKER, WATSON AND CHAIRPERSON ROBERSON – 10

NAYS – NONE

APRIL 20, 2017 MINUTE APPROVAL

BY TRUSTEE NEARY – SUPPORTED BY TRUSTEE DIAZ

**RESOLVED**, THAT THE MINUTES OF THE MEETING HELD **THURSDAY, APRIL 20, 2017** BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES DIAZ, GNATEK, MCLELLAN, NAGLICK, NEARY, SERDA, TROZAK,  
TUCKER, WATSON AND CHAIRPERSON ROBERSON – 10

NAYS – NONE

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

ASSISTANT EXECUTIVE DIRECTOR **DAVID CETLINSKI** INFORMED THE BOARD THAT BECAUSE TRUSTEE **JOHN SERDA** WAS THE ONLY MEMBER OF THE RANK OF CAPTAIN AND ABOVE TO SUBMIT HIS INTENT TO RUN FOR TRUSTEE, NO POLICE DEPARTMENT ELECTION WAS NECESSARY, PER AN APRIL 26, 2017 COMMUNNICATION FROM POLICE CHIEF **JAMES CRAIG**, AND HE WILL RETAIN HIS SEAT AS AN ACTIVE TRUSTEE OF THE SYSTEM FOR THE PERIOD COMMENCING JULY 1, 2017 AND TERMINATING JUNE 30, 2020

**MR. CETLINSKI** ALSO INFORMED THE BOARD THAT **JOSEPH ENGLISH** (WHOM HE INTRODUCED TO THE BOARD) IS DECLARED TO BE DULY ELECTED TO THE OFFICE OF FIRE DEPARTMENT ACTIVE TRUSTEE OF THE SYSTEM FOR THE PERIOD JULY 1, 2017 THROUGH JUNE 30, 2020, PER THE AMERICAN ARBITRATION ASSOCIATION'S APRIL 28, 2017 FIRE DEPARTMENT ELECTION RESULTS. **MR. ENGLISH** WILL SUCCEED TRUSTEE **TRACY THOMAS** ON THE BOARD OF TRUSTEES.

AT THE CHAIR'S DIRECTION, THE APRIL 26, 2017 COMMUNICATION FROM **POLICE CHIEF JAMES E. CRAIG** AND THE APRIL 28, 2017 ELECTION RESULTS FROM THE **AMERICAN ARBITRATION ASSOCIATION** WILL BE MADE A MATTER OF RECORD AND **MESSRS. SERDA AND ENGLISH** WILL CONTACT THE CITY CLERK'S OFFICE FOR THE PURPOSE OF BEING ADMINISTERED THE OATH OF OFFICE PRIOR TO JULY 1, 2017.

IN CONCLUSION, **MR. CETLINSKI** INFORMED THE BOARD THAT PROCENTIA'S CONTRACT (THE FIRM THAT WILL PROVIDE PROFESSIONAL SERVICES FOR SOFTWARE IMPLEMENTATION RELATING TO ENTERPRISE RESOURCE PLANNING) IS BEING FINALIZED AND WILL BE AVAILABLE FOR APPROVAL AND EXECUTION AT THE BOARD'S JUNE 1, 2017 MEETING.

EXECUTIVE DIRECTOR'S REPORT

EXECUTIVE DIRECTOR **CYNTHIA A. THOMAS** STATED THAT SHE HAD INTENDED TO PRESENT PROCENTIA'S CONTRACT TO THE BOARD FOR APPROVAL AND EXECUTION THIS DATE, BUT NOTED THAT IT WAS REFERRED TO POLICE AND FIRE'S GENERAL COUNSEL AND GENERAL'S GENERAL COUNSEL FOR FINAL REVIEW.

CHIEF INVESTMENT OFFICER'S REPORT

CHIEF INVESTMENT OFFICER **RYAN C. BIGELOW** ADDRESSED THE FOLLOWING:

OPPORTUNISTIC CREDIT MANAGER SEARCH – **MR. BIGELOW** APOLOGIZED FOR HAVING SCHEDULED SEVERAL MANAGER MEETINGS ON MAY 4<sup>TH</sup>, BUT NOTED THAT SAME COULD NOT BE AVOIDED DUE TO SEVERAL SCHEDULING CONFLICTS

TRUSTEE **JEFFREY PEGG** ENTERED THE MEETING DURING **MR. BIGELOW'S** REPORT (AT 9:22 A.M.). TRUSTEE **MEGAN MOSLIMANI** ENTERED THE MEETING AT 9:32 A.M.

DIRECT LENDING MANAGER SEARCH – MANAGER MEETINGS WERE SUCCESSFUL AND RECOMMENDATIONS WILL MADE TO POLICE AND FIRE'S INVESTMENT COMMITTEE ON JUNE 13, 2017

MAY 22, 2017 MEETING OF POLICE AND FIRE INVESTMENT COMMITTEE – WAS CANCELLED DUE TO THE FACT THAT NO QUORUM WOULD BE PRESENT. THE COMMITTEE WILL, HOWEVER, MEET ON TUESDAY, JUNE 13, 2017, AT 10:00 A.M.

PFRS ANNUAL AUDIT – IS PROGRESSING

STOUT, RISIUS & ROSS – DECREASE IN NUMBER OF EASY-TO-VALUE ASSETS; INCREASE IN NUMBER OF HARDER-TO-VALUE ASSETS

AMERICAN REALTY ADVISORS

**STAN IZMAN** PROVIDED THE BOARD WITH A STATUS UPDATE, RE: THE FOLLOWING FUNDS:

ARA'S REAL ESTATE SEPARATE ACCOUNT

MAYFIELD GENTRY REALTY ADVISORS' GENESIS VALUE FUND

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT  
MEETING NUMBER 3144 – THURSDAY – MAY 18, 2017

11

AMERICAN REALTY ADVISORS - CONTINUED

TRUSTEE **TRACY THOMAS** ENTERED THE MEETING DURING **MR. IZMAN'S** PRESENTATION (AT 9:35 A.M.); AND TRUSTEE **ANGELA R. JAMES** ENTERED AT 9:55 A.M.

AMERICAN CORE REALTY FUND

AMERICAN STRATEGIC VALUE REALTY FUND

PUBLIC RELATIONS ADVISOR'S REPORT

PUBLIC RELATIONS ADVISOR **BRUCE BABIARZ** IS EXCUSED FROM TODAY'S MEETING.

LOBBYIST'S REPORT

LOBBYIST **OSCAR W. KING, III** PROVIDED THE BOARD WITH A MICHIGAN LEGISLATIVE UPDATE.

CEM BENCHMARKING

**ROGIER SLINGERLAND** DISCUSSED CEM'S ANALYSIS OF THE SYSTEM'S PENSION ADMINISTRATION AND INVESTMENT COSTS FOR THE FIVE-YEAR PERIOD ENDING DECEMBER 31, 2015. RETURNS, BENCHMARKS, VALUE ADDED, TOTAL COST, BENCHMARK COSTS, COSTS COMPARISONS AND RISK WERE DETAILED.

TRUSTEE **CHRISTA MCLELLAN** EXCUSED HERSELF DURING **MR. SLINGERLAND'S** PRESENTATION (AT 10:58 A.M.).

GENERAL COUNSEL'S REPORT

IN GENERAL COUNSEL **RONALD A. KING'S** EXCUSED ABSENCE, SPECIAL LEGAL COUNSEL **SEAN P. GALLAGHER** PROVIDED THE BOARD WITH A CHAPTER 9 COMPLIANCE UPDATE:

EXECUTION OF INTERIM CONFIRMATION AND PENSION CERTIFICATE

GENERAL COUNSEL'S REPORT - CONTINUED

COMPLIANCE CERTIFICATE, RE: COMPLIANCE REPORTS ISSUED TO DATE

INTERIM REPORTING REQUIREMENTS COMPLIANCE TO FOUNDATION OF DETROIT'S FUTURE

TRUSTEE **MOSLIMANI** EXCUSED HERSELF AT 11:48 A.M.

UHY

**MARLENE BEACH** PROVIDED THE BOARD WITH AN ACCOUNTING SOFTWARE CONVERSION UPDATE; FOCUSING ON:

FINANCIAL STATEMENTS

FIRST INDEPENDENCE BANK SOFTWARE CONVERSION

IN-HOUSE CHECK PRINTING

IN-HOUSE SEGREGATION OF DUTIES

BANK OF NEW YORK (RECONCILIATIONS)

CUSTODIAL BANK REQUEST FOR PROPOSAL

BY TRUSTEE NEARY – SUPPORTED BY TRUSTEE NAGLICK

**RESOLVED**, THAT TRUSTEE JOHN NAGLICK; THE SYSTEMS' EXECUTIVE DIRECTOR; THE SYSTEMS' TWO ASSISTANT EXECUTIVE DIRECTORS; THE SYSTEMS' CHIEF INVESTMENT OFFICER; A REPRESENTATIVE FROM THE SYSTEMS' IT DIVISION; AND A REPRESENTATIVE FROM THE SYSTEMS' ACCOUNTING DIVISION MEET WITH MEMBERS OF THE GENERAL BOARD TO DISCUSS DEVELOPING A CUSTODIAL BANK REQUEST FOR PROPOSAL, AND BE IT FURTHER

**RESOLVED**, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO THE BOARD OF TRUSTEES OF THE GENERAL SYSTEM OF THE CITY OF DETROIT:

CUSTODIAL BANK REQUEST FOR PROPOSAL - CONTINUED

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT  
MEETING NUMBER 3144 – THURSDAY – MAY 18, 2017

13

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, NAGLICK, NEARY, PEGG, SERDA,  
THOMAS, TROZAK, TUCKER, WATSON AND CHAIRPERSON ROBERSON – 12

NAYS – NONE

PUBLIC FORUM

AT **12:17 P.M.**, **CHAIRPERSON ROBERSON** DECLARED THE MEETING IN OPEN  
FORUM FOR GENERAL DISCUSSION BY THE PUBLIC ATTENDING THE MEETING.

ADJOURNMENT

THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD, **CHAIRPERSON  
ROBERSON** ADJOURNED THE MEETING AT **12:17 P.M.** UNTIL **THURSDAY, JUNE  
1, 2017**, AT **9:00 A.M.**, IN THE CONFERENCE ROOM OF THE RETIREMENT  
SYSTEMS, 500 WOODWARD AVENUE, SUITE 3000, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,



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DAVID CETLINSKI, ASSISTANT EXECUTIVE DIRECTOR